



City of Diamondhead

5000 Diamondhead Circle, Diamondhead, MS 39525-3260

Phone: (228) 222.4626

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December 30, 2014

Mayor and City Council
5000 Diamondhead Circle
Diamondhead, MS 39525

Dear Mayor and Councilmembers

Attached is the proposal received from Bancorp South Insurance Services, Inc. for commercial property insurance renewal for the City of Diamondhead. I have met and reviewed the proposal with Frank Bordeaux, our account representative. For your consideration, I recommend renewal of commercial property insurance coverage underwritten with Lloyd's of London at the renewal premium in the amount of \$23,519.93 effective January 8, 2015 and further to authorize the City Manager to execute all documents necessary for the renewal process.

Thank you in advance for your favorable consideration.

Sincerely,

A handwritten signature in black ink, appearing to read 'Clovis Reed', is written over the word 'Sincerely,'.

Clovis Reed
City Manager

attachment

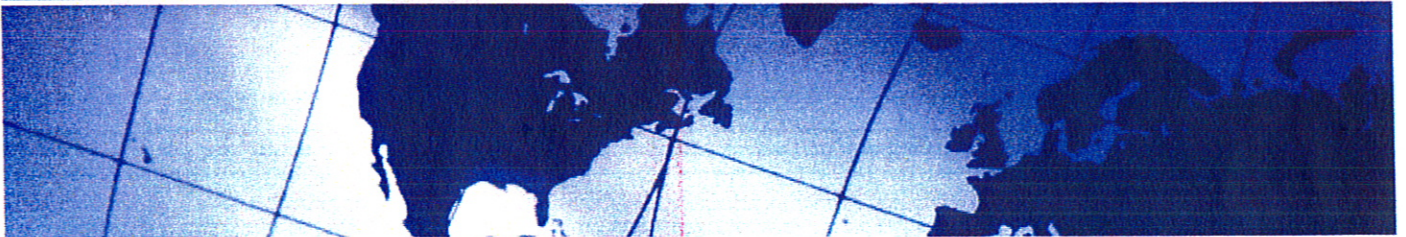
Proposal of Insurance

presented for:

City of Diamondhead
5000 Diamondhead Circle
Diamondhead, MS 39525

12/2/2014

*Presented By
Frank Bordeaux
Assistant Vice President*



BancorpSouth[®]

Insurance Services, Inc.



Important Please Read

As you review our proposal, please keep these thoughts in mind:

Always refer to the policies for specific coverage questions. Our proposal is a general overview only. The policy contract determines where and if coverage is available.

Consider flood and earthquake coverage. Neither flood loss nor earthquake loss are covered under standard property policies. All of us have exposure to floods and earthquakes.

The property and liability limits that we illustrate in this proposal are options only. We can provide additional alternative limit options if you request. The selection of limits is solely your decision.

Please notify us throughout the policy year of changes in your business that may affect your exposure to risk. Failure to do so may result in uncovered losses.

Our inspections, reports and recommendations are provided to assist in your efforts to establish and maintain a safe workplace and not to warrant workplace safety or compliance with applicable laws, regulations or standards. Our observations and suggestions are not a substitute for legal advice. You bear this ultimate responsibility and are encouraged to seek appropriate legal counsel when implementing a program or process to maintain a comprehensive workplace safety program.

Loss control is a daily responsibility of your management. Our visits are not a substitute for your own loss control program. Recommendations are developed from conditions observed at the time of our visit. They do not include every possible loss potential, code violation, or exception to good practice.

The solvencies of the insurance carriers that you select are of utmost importance. Unless noted otherwise, all carriers have a Best Guide rating of A- or better.

In order to offer you choices, our agency maintains relationships with a number of insurance companies. Most of these companies pay our agency a commission when we place coverage with them. Some companies issue policies on a net basis to us, and we, in turn, will charge you an agency fee. Some companies do pay our agency a contingency commission at the end of the calendar year if the group of insurance customers placed with that company have been profitable. Such an arrangement is an incentive for our agency to work with you to prevent losses as well as send profitable business to insurance carriers.

Our relationship with you is based on trust and we do our best to make no representation that would mislead anyone about any aspect of the products or services that we offer.

We value your trust and have always held it in the highest regard, therefore, we will continue to do all that we can to fully represent you in the insurance marketplace.

This is only a brief summary, not a contract. Please see policy for full details, limitations and exclusions.



Commercial Property

Issuing Company: Underwriters at Lloyd's London
Policy Term: 1/8/2015 - 1/8/2016
Policy #: 23-7590274358-L-01

Location Schedule

Loc #	Bldg #	Address
1	1	5000 Diamondhead Circle Diamondhead MS 39525
2	1	#3 Gex Drive Diamondhead MS 39525

Property Limits

Loc #	Bldg #	Subject of Insurance	Amount	Co-insurance	Deductible	Named Storm Wind/hail	All other wind/hail
1	1	Building	\$2,300,000	Waived/None	5,000	2%	2%
1	1	Personal Property	\$215,000	Waived/None	5,000	2%	2%
2	1	Building	\$34,095	Waived/None	5,000	2%	2%

Additional Coverages and Coverage Extensions - Included

Coverage	Sublimit
Debris Removal	25% of Loss or \$10,000
Preservation of Property	30 Days
Fire Dept. Service Charge	\$1,000
Pollutant Clean Up and Removal	\$10,000
Increased Cost of Construction	Lesser of 5% of Building Limit or \$10,000
Electronic Data	\$2,500
Valuable Papers and Records	\$2,500
Extensions	
Newly Acquired or Constructed Property-Building	\$250,000
Newly Acquired BPP	\$100,000
Personal Effects and Property of Others	\$2,500
Property Off Premises	\$10,000
Outdoor Property	\$1,000 Limited to #250 per tree, plant or shrub
Non-Owned Detached Trailers	\$Lesser of BPP Limit or \$5,000
Perimeter Extension	Increased to 100 Feet

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Equipment Breakdown Additional Coverages - Included

Coverage	Sublimit
Pollutant Clean Up and Removal	\$250,000
Expediting Expense	Included
Refrigerant Contamination	\$250,000
Spoilage	\$250,000
CFC Refrigerants	Included
Computer Equipment	Included
Green Environmental & Efficiency Improvements	Lesser of 125% of non- "Green" Cost or \$100,000

Exclusions

Flood
Sinkhole collapse
Aluminum Wiring
Asbestos and Sick Building
Seepage and Pollution
Electronic Data Recognition
Earthquake

Property Premium: \$23,519.93

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Other Deductible Options				
	Wind and All Risk			
	Your Quote	Option 1	Option 2	Option 3
Named Storm	2%	3%	5%	10%
All Other wind & Hail	2%	3%	5%	10%
All Other Causes of Loss	\$5,000	\$7,500	\$10,000	\$15,000
Total Premium incl. Taxes + Fees	\$23,519.93	\$21,598.01	\$18,889.94	\$15,061.12

Premium Comparison

Coverage	Expiring	Renewal
Commercial Property	\$26,108.94	\$23,519.93

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Acceptance of Proposal

City of Diamondhead

Please bind coverage as proposed by BancorpSouth Insurance Services, Inc., effective _____.

I understand that this proposal is only an outline of the insurance policy/policies and does not include all of the terms, coverages, exclusions, limitations and conditions included in the insurance policy/policies. Regardless of the terms, limitations and conditions carried in prior years, this proposal contemplates only the limits, terms, conditions, warranties and exposures represented herein. The insurance policy/policies will include these specific details.

_____ I accept the proposal as presented

_____ I accept the proposal with the following changes:

_____ I reject this proposal

Date Signed

Authorized Signature of Named Insured

Title

Print Name

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